

SUBCOMMITTEE 2

FINAL ACTION REPORT

Senate Budget and Fiscal Review Committee

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SUBCOMMITTEE No. 2

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NATURAL RESOURCES

0540 Secretary for Resources

- Approved \$28.6 million in Proposition 84 bond funds and two positions for the River Parkways grant program.
- Approved \$1.1 million in Proposition 13 bond funds for the River Parkways grant program.
- Approved \$15.9 million in Proposition 84 bond funds for San Joaquin River Restoration with budget bill language.
- Approved a reduction of \$249,000 from special funds for the CALFED Watershed Program. Adopted trailer bill language to transfer this program to the Department of Conservation.
- Approved \$9,568,000 in Federal Trust Funds for various Resources Agency departments' Coastal Impact Assistance Program projects.
- Approved \$110,000 in Federal Trust Funds for implementation of the Coastal Impact Assistance Program.
- Approved \$159,000 GF for SB 97 implementation.
- Approved a \$607,000 GF budget balancing reduction to the CALFED Bay-Delta Program.

Budget Bill Language

1. Approved budget bill language stating that the Secretary for Resources may only continue to expend Proposition 84 bond funds for San Joaquin River Restoration only so long as the United States Bureau of Reclamation continues to provide federal funds and continues implementation of the settlement agreement.

3110 Special Resources Program

- Approved \$95,000 from special funds for the Angora Fire rebuilding effort at the Tahoe Regional Planning Agency.

3125 California Tahoe Conservancy

- Approved \$8.2 million from various funding sources (including Proposition 84 bond funds, Proposition 12 bond funds, and special funds) for the Lake Tahoe Environmental Improvement Program.
- Approved \$8.48 million in Federal Trust Fund for the Lake Tahoe Environmental Improvement Program.
- Approved a \$558,000 from special funds and bond funds for the Conservancy's support activities.
- Approved a \$22,000 GF budget balancing reduction.

3340 California Conservation Corps

- Approved \$26 million in Proposition 84 bond funds, of which \$23 million is for local conservation corps and \$3 million for state operations.
- Approved \$6.5 million in additional lease-revenue bond funds for construction of the Delta Service District Center.
- Approved a \$544,000 GF budget balancing reduction to the local corps funding and Headquarters staff.
- Approved \$1 million from the Collins–Dugan Account to replace GF.
- Rejected a \$2,220,000 GF budget balancing reduction that would have forced a reduction in corps-member workweek hours. *The Governor vetoed \$2,000,000 GF to reduce the State's budget deficit.*

3460 Colorado River Board of California

- Approved as budgeted.

3480 Department of Conservation

- Approved \$10 million in Proposition 84 bond funds for the purchase of permanent agricultural easements.
- Approved \$1 million from special funds for four years for orphan well elimination. These funds are in addition to the current baseline of \$1 million. Adopted trailer bill language making the additional funds transfer possible.
- Approved \$1,043,000 from special funds to transfer the CALFED Watershed Coordinator Grant program from the Secretary for Resources to the Department of Conservation.
- Approved \$945,000 from special funds to make eight existing positions permanent for fraud detection in the Beverage Container Recycling program.
- Approved \$910,000 from special funds to make five existing positions permanent for Williamson Act and the California Farmland Conservancy Program enforcement.
- Approved \$500,000 from special funds for three years to scan oil and gas well records to PDF and TIFF files on DVDs.
- Approved \$473,500 from special funds to implement SB 1021.
- Approved \$350,000 from special funds to map aggregate (sand used for construction) locations.
- Approved \$209,000 from special funds for two limited-term positions for abandoned mine lands unit staffing.
- Approved \$129,000 from special funds for one position to evaluate and update the effective administration of operational Field Rules for California oil and gas fields.
- Approved \$125,000 in Reimbursement for vested rights determinations for mines under Board authority as a lead agency.

- Approved \$32 million transfer from the Beverage Container Recycling Fund to the Air Pollution Control Account.
- Approved \$1,167,000 transfer from special funds to the California Integrated Waste Management Board's Education and the Environment Initiative.
- Approved \$512,000 GF budget balancing reduction to the Geologic Hazards and Mineral Resources program.

Budget Bill Language

1. Approved budget bill language that specifies \$910,000 in special funds is available to the Department of Conservation to provide technical assistance to local jurisdictions that have a history of non-compliance with Williamson Act policy development, to assist compliance with state law and contract terms as they relate to state law, and to provide procedural guidance programs in order to maintain consistent Williamson Act contract implementation statewide.

Trailer Bill Language

1. Approved trailer bill language to increase, for three years, the amount the Department of Conservation can spend annually on orphan well elimination from \$1 million to \$2 million. After three years, the allowable amount for orphan well expenditures rises from \$500,000 to \$1 million.
2. Approved trailer bill language to move the CALFED Watershed Coordinator Program from the Secretary for Resources office to the Department of Conservation.

3540 Department of Forestry and Fire Protection

- Approved \$2,475,000 GF for two years for 14 positions to establish a Statewide Fire Suppression Cost-Recovery Unit. The new unit is anticipated to bring in \$12.5 million in additional GF revenue.
- Approved \$2,263,000 GF for 28 positions in the Battalion Chief Classification.
- Approved \$2,221,000 GF for cost increases to fuel and non-discretionary fees.
- Approved \$647,000 from special funds for the State Fire Training program.
- Approved \$1,954,000 from Reimbursements for 15 additional fire marshal positions.
- Adopted trailer bill language allowing the State Fire Marshal to invoice local governments and private entities for services.
- Approved \$147,000 from Reimbursements to conduct accounting of Proposition 40 bond fund spending.
- Approved a new line item number for the Board of Forestry.
- Approved \$176 million in lease-revenue bonds for a number of capital outlay projects.
- Approved \$1,851,000 GF for minor capital outlay.
- Rejected \$1,119,000 from special funds for a new Arson and Bomb Unit.

- Rejected a \$2,953,000 GF budget balancing reduction to Resources Management. ***The Governor vetoed \$2,149,000 GF of the Resources Management funds to reduce the State's budget deficit. The vetoed funds do not include vegetation management funds.***
- Rejected a \$315,000 GF budget balancing reduction to the State Fire Marshal.
- Rejected a \$4,764,000 GF budget balancing reduction to administration. ***The Governor vetoed \$287,000 GF from administration to reflect his reduction of the Resources Management program.***

Budget Bill Language

1. Approved budget bill language allowing the Department of Finance, with 20-day notification to the Joint Legislative Budget Committee, to modify which forest fire station facility capital outlay projects are managed by the Department of Forestry and Fire Protection.

Trailer Bill Language

1. Approved trailer bill language to allow the State Fire Marshall to charge local governments and private entities for fire and life safety building inspections and other services.

3560 State Lands Commission

- Approved \$300,000 from special funds for marine invasive species control.
- Approved \$120,000 from Reimbursements for one position to perform due diligence and property transaction activities on school lands.
- Approved \$85,000 from Reimbursement for one position to review applications for Liquefied Natural Gas and other energy related projects on state lands.
- Approved a \$305,000 GF budget balancing reduction to the Land Management program.
- Rejected a \$335,000 GF budget balancing reduction to the Mineral Resources Management program.

3600 Department of Fish and Game

- Approved \$10.8 million from Proposition 84 bond funds for Anadromous fish management.
- Approved \$10.75 million from special funds for Salton Sea restoration.
- Approved \$1.3 million from special funds for on-going oil spill equipment maintenance and equipment purchase.
- Approved \$1 million GF for court ordered suction dredge mining California Environmental Quality Act (CEQA) review.
- Approved \$2,437,000 from special funds to backfill a GF reduction to Fish and Game wardens. ***In addition, the Governor vetoed \$116,000 GF from the Enforcement program to reduce the State's budget deficit.***
- Approved \$835,000 from special funds for improving public services in fee-funded programs.

- Approved \$507,000 from special funds for meeting public use demands for recreational opportunities, surveys, restoration, and habitat incentive programs.
- Approved \$470,000 from Proposition 12 bond funds for privately owned wetlands habitat restoration.
- Approved \$428,000 from special funds for Quagga Mussel eradication efforts.
- Approved \$141,000 from special funds for two temporary positions to conduct a statewide property and asset inventory in compliance with recent state and federal audits.
- Approved \$120,000 from special funds to provide Internet streaming of Fish and Game Commission meetings.
- Approved \$530,000 from special funds for minor capital outlay projects.
- Approved \$6.3 million in Reimbursement authority for San Joaquin River restoration.
- Approved \$1.3 million in Reimbursement authority for review of CEQA documents for transportation projects.
- Approved \$2.1 million shift from GF to Harbors and Watercraft funding for Quagga Mussel eradication.
- Rejected \$18.9 million in Proposition 84 bond funds for the CALFED Ecosystem Restoration Program.
- Approved a \$277,000 GF budget balancing reduction to administration and rejected a \$687,000 GF budget balancing reduction to administration. ***The Governor vetoed \$687,000 GF from administration to reduce the State's budget deficit.***
- Rejected a \$715,000 GF budget balancing reduction to the Hunting, Fishing, and Public Use program and approved a \$474,000 GF budget balancing reduction to the same program. ***The Governor vetoed \$539,000 GF from the Hunting, Fishing, and Public Use program to reduce the State's budget deficit.***
- Rejected a \$3,580,000 GF budget balancing reduction to the Biodiversity Conservation program. ***The Governor vetoed \$3,122,000 GF from the Biodiversity Conservation program to reduce the State's budget deficit.***
- ***The Governor vetoed \$1,114,000 from the Management of Department Lands and Facilities program. Of this amount, \$1 million is from the Hatchery and Inland Fisheries Fund.***

Budget Bill Language

1. Approved budget bill language stating that the Department of Fish and Game may only continue to expend Proposition 84 bond funds for San Joaquin River Restoration only so long as the United States Bureau of Reclamation continues to provide federal funds and continues implementation of the settlement agreement.
2. Approved budget bill language specifying that \$4.1 million of the department's appropriation is for the Coastal Watershed Salmon Habitat Program.
3. Approved budget bill language directing the department to standardize the purchase of oil spill response equipment in order to create a consistent system for all of California's ports.

Trailer Bill Language

1. Approved trailer bill language requiring the Proposition 84 bond funds for the Department of Fish and Game coastal salmon and steelhead restoration projects to be distributed according to

existing grant guidelines, except for those funds appropriated by the Legislature specifically for salmon monitoring activities.

3640 Wildlife Conservation Board

- Approved \$25 million in Proposition 84 bond funds for Natural Communities Conservation Plan capital outlay projects.
- Approved \$1 million from special funds for the Public Access Program.
- Approved \$19.6 million Proposition 1E transfer to the Habitat Conservation Fund.
- Approved two positions from existing resources (\$242,000) to work on bond-funded land acquisition.
- Approved a \$20,000 GF budget balancing reduction and reduced GF by an additional \$184,000.
- Approved \$204,000 from special funds to fund the positions previously funded with GF.

Trailer Bill Language

1. Approved trailer bill language requiring the State Treasurer to transfer funds from the Natural Heritage Preservation Tax Credit Reimbursement Account into the General Fund within a 60-day period from the receipt of the funds.

3680 Department of Boating and Waterways

- Approved \$22.2 million from special funds for public small craft harbor loans.
- Approved \$3.7 million from special funds for loans to local governments.
- Approved \$5 million from special funds for loans to private marinas.
- Approved \$6.5 million (\$19.5 million over three years) from special funds for San Diego Association of Governments (SANDAG) regional sand beach project.
- Approved \$2.4 million from the Federal Trust Fund for education, enforcement, and trail construction.
- Approved \$500,000 from special funds for abandoned watercraft removal.
- Approved \$1.6 million from special funds for various statewide minor capital outlay projects.
- Approved \$3.8 million from special funds for various capital outlay projects.
- Approved redirection of funding for a Clean and Green Boating coordinator.

Trailer Bill Language

1. Approved trailer bill language allowing the Harbors and Watercraft Fund to be used for Quagga Mussel eradication and containment activities.

3720 California Coastal Commission

- Approved \$524,000 from special funds for operating expenses and equipment.

- Approved \$248,000 from special funds for coastal education program funding.
- Rejected a \$956,000 GF budget balancing reduction to the Coastal Management program. *The Governor vetoed \$581,000 GF from the Coastal Management program to reduce the State's budget deficit.*
- Rejected a \$52,000 GF budget balancing reduction to the Coastal Energy program. *The Governor vetoed \$36,000 GF from the Coastal Energy program to reduce the State's budget deficit.*
- Rejected a \$173,000 GF budget balancing reduction to administration. *The Governor vetoed \$87,000 GF from administration to reduce the State's budget deficit. This amount is included in the vetoes for Coastal Management and Coastal Energy programs.*

Trailer Bill Language

1. Approved trailer bill language establishing a new account, Coastal Act Services Fund, into which existing permit fees for the Coastal Commission are deposited. The trailer bill language also provides that \$500,000 of the permit fees are transferred annually to the State Coastal Conservancy.

3760 State Coastal Conservancy

- Approved \$89 million in Proposition 84 bond funds for capital outlay and local assistance, with budget bill language specifying that \$3 million would be allocated for projects authorized by the San Diego River Conservancy.
- Approved \$26.4 million in Proposition 84 bond funds for the Ocean Protection Council for capital projects and science applications.
- Approved \$700,000 from special funds for public access and education programs.
- Approved \$225,000 (\$100,000 one-time) from special funds for research and programs related to improving the nearshore ocean ecosystems for sea otters.

Budget Bill Language

1. Approved budget bill language allowing the San Diego River Conservancy to authorize \$3 million in Proposition 84 bond funded projects for the State Coastal Conservancy.

3780 Native American Heritage Commission

- Rejected a \$79,000 GF budget balancing reduction. *The Governor vetoed \$79,000 GF from the Commission to reduce the State's budget deficit.*

3790 Department of Parks and Recreation

- Approved \$1.5 million in new fee authority and \$11.8 million GF to prevent park closures.
- Approved \$45.6 million in federal funds and special funds for the parks local assistance program.
- Approved \$12.3 million in Proposition 84 bond funds for deferred maintenance.

- Approved \$4 million GF and \$1 million in Proposition 84 bond funds for Empire Mine remediation.
- Approved \$13.9 million from special funds for 76 positions to provide additional staffing for the Off-Highway Motor Vehicle Recreation Program.
- Approved \$5.6 million from special funds for planning and implementation of off-highway vehicle routes.
- Approved \$2 million in Proposition 84 bond funds for the Natural Heritage Stewardship program.
- Approved \$1.4 million in Proposition 84 bond funds for the Interpretive Exhibit program.
- Approved \$1.2 million in Proposition 84 bond funds for cultural stewardship projects.
- Approved \$1.4 million from special funds for Quagga Mussel eradication.
- Approved \$910,000 from the Motor Vehicle Account for retrofitting the department's diesel vehicles. *The Governor vetoed this amount because he believed the funding source to be invalid.*
- Approved \$913,000 from special funds for eight positions to handle the increased volume of grant applications and monitoring for the Off-Highway Motor Vehicle Recreation Program.
- Approved \$5.7 million from special funds to purchase equipment for Off-Highway Motor Vehicle Recreation parks.
- Approved \$5 million in federal funds for general acquisitions.
- Approved \$3,657,000 in Proposition 84 bond funds for park development projects.
- Approved \$2 million in 1976 bond funds for opportunity and inholding purchases for state parks.

Budget Bill Language

1. Approved budget bill language authorizing the department to enter into agreements with cooperative associations to support state park operations.

3810 Santa Monica Mountains Conservancy

- Approved \$20 million in Proposition 84 bond funds for land acquisition and local assistance grants.

Budget Bill Language

1. Approved budget bill language directing the Santa Monica Mountains Conservancy to pay the Office of the Attorney General for the costs of reviewing the Santa Monica Mountains Conservancy's grant awards and attending the Santa Monica Mountains Conservancy's meetings. *The Governor expressed concern that this language could be seen as conflicting with existing language that makes the Conservancy the Attorney General's client, and that this language would be revisited next year.*

3820 San Francisco Bay Conservation and Development Commission

- Approved \$184,000 in Reimbursement authority for one position to review Caltrans permit applications.
- Approved \$457,000 GF budget balancing reduction.

3825 San Gabriel and Lower Los Angeles Rivers & Mountains Conservancy

- Approved \$8 million in Proposition 84 bond funds for the Urban Lands and River Parkway programs.

3830 San Joaquin River Conservancy

- Approved \$8 million in Proposition 84 bond funds for land acquisition.
- Approved \$4 million (\$2 million in Proposition 84 bond funds and \$2 million Reimbursement authority) for public access, recreation, and environmental restoration projects.

3835 Baldwin Hills Conservancy

- Approved \$3 million in Proposition 84 bond funds for acquisition, restoration, and development.

3840 Delta Protection Commission

- Approved \$72,000 from special funds for operations and expenditures to come from member agencies.

3845 San Diego River Conservancy

- Approved \$1 million in Reimbursement authority for capital outlay funding.

Budget Bill Language

1. Approved budget bill language allowing the San Diego River Conservancy to authorize \$3 million in projects from the State Coastal Conservancy's funds.

3850 Coachella Valley Mountains Conservancy

- Approved \$11,518,000 in various bond funds for land acquisition.

3855 Sierra Nevada Conservancy

- Approved \$17 million in Proposition 84 bond funds for grants and cooperative agreements.

3860 Department of Water Resources

- Approved \$126.5 million in Proposition 1E bond funds and 33 positions for levee evaluations and repairs in the State Plan of Flood Control.

- Approved \$276.4 million in Proposition 1E bond funds and reimbursements for various capital outlay projects.
- Approved \$413.5 million in Proposition 1E and Proposition 84 bond funds for the FloodSAFE California Program.
- Approved \$8 million in Proposition 84 bond funds for the CALFED Science Program.
- Approved \$6,449,000 in Proposition 50 bond funds for 14.5 existing positions to work on water conservation and water supply reliability projects.
- Approved \$7.7 million (\$6.7 million GF and \$1 million Proposition 1E bond funds) for the Central Valley Flood Protection Board.
- Approved \$2,273,000 in Proposition 13 bond funds for local assistance in urban streams restoration.
- Approved \$3 million in Reimbursement authority for the mitigation and conservation concepts and activities developed in the Salton Sea Restoration and Management Program.
- Approved \$1.4 million from State Water Project funds to support the collection, review, and updating of information on an Alternative Delta Conveyance Facility and begin preparation of an Environmental Impact Report for such a facility. Adopted trailer bill language specifying that the positions are authorized to work solely on environmental studies related to delta conveyance and not to work on conveyance design or construction.
- Rejected \$342 million in Proposition 84 bond funds for Integrated Regional Water Management.
- Rejected \$102 million in Proposition 1E bond funds for Stormwater Flood Management.
- Rejected \$50.9 million in Proposition 84 bond funds for Delta Water Quality Improvement Program.
- Rejected \$3.7 million in Proposition 50 bond funds for CALFED surface storage feasibility studies.
- Rejected \$3,450,000 in Proposition 13 bond funds for the Franks Tract project.
- Rejected \$1.7 million from various funding sources for 18 new permanent positions and four temporary positions to provide administrative support.
- Approved a \$1,583,000 GF budget balancing reduction to continuing formulation of the California Water Plan.
- Approved a \$5,373,000 GF budget balancing reduction to the Public Safety and Prevention of Damage program.
- Approved a \$136,000 GF budget balancing reduction to the department's Services program.
- Approved a \$200,000 GF budget balancing reduction to the Central Valley Flood Protection Board.

Budget Bill Language

1. Approved budget bill language authorizing the Department of Water Resources to expend appropriated funds on the Folsom Bridge Improvement Project without making certain findings specified in Water Code 9613.

2. Approved budget bill language stating that the Department of Water Resources may only continue to expend Proposition 84 bond funds for San Joaquin River Restoration only so long as the United States Bureau of Reclamation continues to provide federal funds and continues implementation of the settlement agreement.

Trailer Bill Language

1. Approved trailer bill language restricting eight limited-term positions approved from State Water Project funds exclusively for conducting studies on options for conservation and restoration of the Sacramento-San Joaquin River Delta, consistent with the recommendations of the Delta Blue Ribbon Task Force. These positions are restricted to advancing work on California Environmental Quality Act required studies and documentation for the Bay-Delta Conservation Plan.
2. Approved trailer bill language eliminating the requirement that the All American Canal lining be financed by the General Fund.

ENVIRONMENTAL PROTECTION

0555 Secretary for Environmental Protection

- Approved \$400,000 in special funds for the Education and the Environment Initiative.
- Approved a \$209,000 GF budget balancing reduction.

Trailer Bill Language

1. Approved trailer bill language requiring an annual cross-cut budget of all statewide AB 32 (California Global Warming Solutions Act of 2006) implementation budget proposals with five-year workload expectations for positions and contracts with their expected deliverables.

3900 Air Resources Board

- Approved \$1.7 million in special funds for eight positions and contract funds for AB 118 implementation.
- Approved \$48.7 million in financial incentives, such as loans and grants, for clean-air retrofits of privately owned short-haul heavy-duty trucks.
- Approved a \$32 million loan from the Beverage Container Recycling Fund to the Air Pollution Control Fund for AB 32 activities.
- Approved \$6.8 million in special funds for 37 positions to implement and enforce the Air Resources Board's new and augmented regulatory programs.
- Approved \$6 million in special funds for the hydrogen highways and zero emission vehicle programs.
- Approved \$1.85 million in special funds to reimburse the Department of Justice for increased litigation workload and costs associated with the Air Resources Board's schedule of regulations to be adopted during 2008.
- Approved \$533,000 in special funds for five positions to work on the Carl Moyer Program.
- Approved \$491,000 in special funds for additional construction costs of the Haagen-Smit Laboratory seismic retrofit.
- Approved \$145,000 in special funds for the Healthy Heart and Lung Act.
- Approved a \$243,000 GF budget balancing reduction. ***The Governor vetoed an additional \$2 million GF from the Air Resources Board.***

Trailer Bill Language

1. Approved trailer bill language allowing the Air Resources Board to provide grants and loans from the Air Quality Improvement Fund to short-haul truck owners for early compliance with on-road heavy-duty diesel regulations.
2. Approved trailer bill language clarifying that state agencies may be applicants for Proposition 1B funded goods movement related loans and loan guarantees.
3. Approved trailer bill language allowing the Air Resources Board to disburse hydrogen highway funds as grants.

Supplemental Report Language

1. Approved supplemental report language requiring the Air Resources Board, by January 1, 2009, to report on options for vehicle retirement programs that create incentives for the purchase of replacement vehicles that, compared to other replacement vehicles that could be purchased under these programs, emit fewer quantities of air pollutants and that have fewer miles driven at the time of purchase.

3910 Integrated Waste Management Board

- Approved \$200,000 in federal trust funds for the development of the National Environmental Information Exchange Network.
- Approved \$1,167,000 in reimbursement authority for the Education and Environment Initiative.
- Approved \$157,000 in special funds for temporary permitting of non-permitted facilities.
- Rejected \$79,000 in special funds for the development of model programs for the collection of household pharmaceutical drug waste.

Budget Bill Language

1. Approved budget bill language for a loan for covered electronic waste recycling payments, contingent upon Joint Legislative Budget Committee approval.

3930 Department of Pesticide Regulation

- Approved \$2,622,000 from special funds for 11 positions to implement regulations that reduce volatile organic compound emissions from pesticides.
- Approved \$48,000 from special funds for 0.5 positions to provide state oversight and support in administering unclaimed gas tax reimbursement to the county agricultural commissioners as specified in AB 1713.
- Approved trailer bill language to take 0.5 mill per dollar of sales for all pesticide sales for use in this state and provide it to counties in air quality nonattainment areas to assist those counties in the administration and enforcement of restrictions on the use of field fumigants.
- Approved \$65,000 from special funds for legal clerical workload.
- Approved \$188,000 from special funds for information technology.
- Approved \$175,000 from special funds for administrative services.

Trailer Bill Language

1. Approved trailer bill language authorizing the Department of Pesticide Regulation, upon appropriation by the Legislature, to expend revenue collected from the sale of pesticides to administer the implementation of Volatile Organic Compound regulations.

3940 State Water Resources Control Board

- Approved \$100.5 million from Proposition 84 bond funds for clean beaches, urban stormwater grant program, agricultural water quality grant program, areas of special biological significance, and the Santa Monica Bay Restoration Commission.
- Approved \$10.2 million from special funds for accelerated reimbursement of underground storage tank cleanups.
- Approved new line items in the Budget for each of the Regional Water Boards. *The Governor vetoed this change to the budget display stating that it interfered with the Board's ability to set priorities and respond to events.*
- Approved transfer of \$5.5 million and 32 existing positions from the Water Pollution Control Revolving Fund Administrative Fund to a new State Water Pollution Control Revolving Fund Administration Fund.
- Approved \$961,000 GF for 2008-09 and \$1,211,000 GF for 2009-10 for payment to the Attorney General's Office for defense costs from a lawsuit filed by ARCO regarding the cleanup of mine waste at Leviathan Mine.
- Approved \$1 million from special funds for the development of a program to control the discharge of preproduction thermoplastic resin pellets.
- Approved \$590,000 from special funds for two years for the development and implementation of guidelines for assessing the effectiveness of municipal stormwater programs.
- Approved \$202,000 from special funds for wetlands protection compliance and monitoring.
- Approved \$126,000 from special funds for conditioning grants on water demand management measures.
- Approved \$129,000 from special funds for the California Integrated Water Quality System.
- Approved \$75,000 from Reimbursements to oversee CalTrans project implementation and management activities in the Lake Tahoe Basin.
- Approved \$205,000 from Reimbursements to conduct and follow up on environmental reviews for transportation and water supply projects in San Diego County.
- Approved supplemental report language on the San Diego Bay toxic sediment cleanup.
- Approved supplemental report language on agricultural water runoff into the Sacramento-San Joaquin Delta.
- Approved \$100,000 GF for planning and regulatory oversight of increased and accelerated fuel reduction activities on federal, state, and private lands in order to reduce the threat of future wildfire in the Lake Tahoe Basin.
- Approved \$850,000 from special funds for adopting and implementing a general permit for the use of recycled water for landscape irrigation.
- Rejected \$428,000 from special funds for development and implementation of adaptation responses for water quality changes expected to occur due to global climate change.
- Rejected \$316,000 from special funds for 6.5 positions for water rights enforcement.

- Rejected \$1.3 million from special funds for investigation, enforcement, and fraud detection for the water rights and water quality programs.
- Approved \$3,659,000 GF budget balancing reduction to the Water Quality Program.
- Approved \$390,000 GF budget balancing reduction to the Water Rights Program.
- Approved \$253,000 GF budget balancing reduction to administration.

Budget Bill Language

1. Approved budget bill language requiring the State Water Resources Control Board to hold at least two public hearings or workshops in the North Coast Region regarding the proposed principles and guidelines for maintaining required instream flows.
2. Approved budget bill language allowing the director of the Department of Finance to transfer amounts less than \$100,000 during a 30-day period between the regional water quality control boards. Transfers amounting to more than \$100,000 during a 30-day period require notification of the Joint Legislative Budget Committee. ***The Governor vetoed this budget bill language.***

Trailer Bill Language

1. Approved trailer bill language creating the State Water Pollution Cleanup and Abatement Account for penalty revenues from failure to file timely waste discharge reports in order to better account for those revenues.

Supplemental Report Language

1. Approved supplemental report language requiring the State Water Resources Control Board to report by January 30, 2009, on the work of the San Diego Regional Water Quality Control Board on San Diego Bay Cleanup, including the cost and the scope of the project.
2. Approved supplemental report language requiring the State Water Resources Control Board to report by January 30, 2009, on the precise actions the Board would have to undertake to achieve a 30 percent reduction in agricultural pollution runoff into the Sacramento-San Joaquin Delta and its tributary watersheds by 2012, the estimated cost of those actions, and which actions require legislation to implement.

3960 Department of Toxic Substances Control

- Approved \$527,000 GF for emergency repairs at the BKK landfill facility.
- Approved \$3.1 million from special funds for reimbursing the Department of Justice for providing litigation support for Department of Toxic Substances Control (DTSC) cost recovery and enforcement activities.
- Approved \$772,000 from special funds for the Green Chemistry initiative.
- Approved \$518,000 from special funds for payment to the Board of Equalization for collection of DTSC fees.
- Approved \$117,000 from special funds for promoting the existing model plating shop.

- Approved \$104,000 from special funds for enforcement of polluter pays by processing the backlog of accounts receivables.
- Approved \$70,000 from special funds for a contract for loan services, including financial analysis and loan underwriting for the CLEAN program.
- Approved \$344,000 from special funds and reverted an equal amount of GF for the biomonitoring program.
- Approved \$338,000 from special funds for the Calxico office move.
- Rejected \$3.2 million GF for the working drawings phase of the Stringfellow Pretreatment Plant, because the preliminary plans phase will last longer than anticipated.
- Rejected \$433,000 from special funds for implementing and enforcing the California Lighting Efficiency and Toxics Reduction Act.
- Approved a \$2,498,000 GF budget balancing reduction to the Site Mitigation and Brownfields Use program. *The Governor vetoed an additional \$1,155,000 GF from illegal drug laboratory removal to reduce the State's budget deficit.*
- Approved a \$34,000 GF budget balancing reduction to the Science, Pollution Prevention, and Technology Program.
- Approved a \$96,000 GF budget balancing reduction to administration.

Trailer Bill Language

1. Approved trailer bill language to create a revolving loan fund in the State Treasury and to continuously appropriate the monies in that fund to the Department of Toxic Substances Control for brownfield remediation programs.
2. Approved trailer bill language to allow the Department of Toxic Substances Control to allocate funds from the Toxic Substances Control Account to the Attorney General's office for legal services provided.

3980 Office of Environmental Health Hazard Assessment

- Approved \$625,000 from Reimbursements for Light Brown Apple Moth eradication efforts.
- Approved \$104,000 from special funds for the development of worker protection regulations relating to pesticides and worker safety.
- Approved \$557,000 from special funds for the biomonitoring program, and reverted the GF for the biomonitoring program.
- Approved \$116,000 redirection from special funds for increased information technology staffing.
- Approved a \$956,000 GF budget balancing reduction to the Health Risk Assessment program.

Trailer Bill Language

1. Approved trailer bill language to allow the use of the Toxic Substances Control Account for the biomonitoring program at the Office of Environmental Health Hazard Assessment.

ENERGY AND UTILITIES

3360 California Energy Commission

- Approved \$75 million from the Alternative and Renewable Fuel and Vehicle Technology Fund to implement AB 118. The approved funding includes \$891,000 for six positions and \$74.2 million one-time funding for projects.
- Approved \$422,000 from the Natural Gas Subaccount of the Public Interest Research, Development, and Demonstration Fund for three positions to respond to the statutorily mandated increase in the Public Interest Energy Research Natural Gas Program.
- Approved \$2,222,000 from the Public Interest Research, Development, and Demonstration Fund for eight positions and contract funds to provide the technical expertise needed to respond to new legislative directions, provide the administrative infrastructure needed to support the Public Interest Energy Research (PIER) program, and to increase the funds used to support the PIER program.
- Approved \$500,000 from the Renewable Resource Trust Fund for outsourcing the administration of the New Solar Homes Partnership.
- Approved \$250,000 in one-time funds from the Energy Resources Programs Account for a fuel temperature dispensation analysis.
- Approved \$150,000 from the Energy Resources Programs Account for implementation of the expanded appliance water efficiency program.
- Approved \$300,000 from the Energy Resources Programs Account for establishment of guidelines that combined heat and power systems must meet.
- Approved \$1,565,000 from the Energy Resources Programs Account for 12 positions to work on development of the California Building Energy Efficiency Standards.
- Rejected \$911,000 from the Energy Resources Programs Account for four positions to accelerate and expand the Appliance Efficiency Standards Program.

3860 Department of Water Resources (California Energy Resources Scheduling Division)

- Approved as budgeted

8660 Public Utilities Commission (PUC)

- Approved \$102,000 from the PUC Ratepayer Advocate Account and one position to allow effective, independent analysis, advocacy, and review of alternative reporting and regulatory regimes, alternative market approaches, and the economic effects on markets and ratepayers to comply with AB 32.
- Approved \$300,000 from the PUC Ratepayer Advocate Account for three auditors to perform audits of water company financial records.
- Approved \$102,000 from the PUC Ratepayer Advocate Account to perform evaluations of the design of water conservation rate structures and to evaluate non-price related conservation programs that are consistent with PUC guidelines and the California Urban Conservation Council's best management practices.
- Approved \$410,000 from the Public Transportation Account, State Transportation Fund, for four positions to work on the Rail Transit Safety Program, which covers systems like BART and Sacramento Light Rail.
- Approved \$62,000 from the PUC Utilities Reimbursement Account (\$31,000) and Federal Trust Fund (\$31,000) for one limited-term position to reduce the backlog in the Mobilehome Park and Propane Gas Safety programs.
- Approved \$96,000 from the PUC Transportation Reimbursement Account for one position to implement increased enforcement activities against illegal advertising by unlicensed charter party carriers.
- Approved \$132,000 from the PUC Utilities Reimbursement Account for two positions to work on the PUC bilingual services program.
- Approved \$199,000 from distributed administration for two limited-term positions to establish the Project Management Office in the Information Services Branch.
- Approved \$236,000 from various special funds for three limited-term positions to consolidate the fine and restitution collection efforts.
- Approved \$82,000 in savings for various special funds for 13 security guard positions to provide security at the San Francisco headquarters building. The new permanent positions would replace contracted security services, which would provide the savings.
- Approved \$1,889,000 from various special funds for an office expansion project.
- Rejected \$535,000 from the Public Utilities Commission (PUC) Utilities Reimbursement Account for five positions to evaluate the cost effective procurement of electric resources.
- Rejected \$548,000 from the PUC Utilities Reimbursement Account for five positions to work on strategic planning, coordination, and oversight of the utilities' energy efficiency portfolios, as well as work on evaluation, measurement, and verification of energy savings.
- Rejected \$299,000 from the PUC Utilities Reimbursement Account for three positions to meet increased workload in planning for, and review and disposition of, transmission project applications.
- Rejected \$210,000 from the PUC Ratepayer Advocate Account for two positions to accommodate increased workload for the Division of Ratepayer Advocates for the new transmission project applications.

- Rejected \$317,000 from the PUC Utilities Reimbursement Account for three positions to work on the Governor's Bioenergy Action Plan.
- Rejected \$253,000 from the PUC Utilities Reimbursement Account for two positions to monitor the California Independent System Operator (CAISO). Monitoring the CAISO was formerly an Electricity Oversight Board activity.
- Rejected \$396,000 from the PUC Utilities Reimbursement Account for four positions to implement the Waste Heat and Carbon Emissions Reduction Act.
- Reduced the PUC's administrative budget by \$500,000 in special funds.

Trailer Bill Language

1. Approved trailer bill language requiring the Public Utilities Commission to annually report to the Legislature on certain off-budget programs and their related accounts.
2. Approved trailer bill language requiring the Public Utilities Commission to receive legislative approval prior to establishing the Institute for Climate Solutions.

8770 Electricity Oversight Board

- The Board received no funding in the budget.

Trailer Bill Language

1. Approved trailer bill language requiring the State Attorney General to be the successor to selected remaining claims, lawsuits, and petitions filed by the Electricity Oversight Board. This authority would sunset on January 1, 2010.

FOOD AND AGRICULTURE

7300 Agricultural Labor Relations Board

- Rejected a \$515,000 GF budget balancing reduction to the Board.

8570 Department of Food and Agriculture

- Approved \$2,774,000 from the Motor Vehicle Account for the border protection stations, including the Needles pilot project. As part of the border protection stations, approved 17 permanent positions and 23 temporary positions. The Subcommittee expressed that the approved funds were the first phase of a phased-in approach for the border protection stations, but the department is expected to return with a new funding request for the second phase.
- Approved a Quagga Mussel eradication program funding shift of \$2,492,000 from GF to Harbors and Watercraft funding. Approved changing this funding from a pass-through from the Department of Fish and Game to the California Department of Food and Agriculture (CDFA) to a direct appropriation to CDFA.
- Approved \$6.4 million in federal funds and 18 five-year limited-term positions for the eradication of the Light Brown Apple Moth. These 18 positions are paid for from the department's GF baseline budget.
- Approved \$183,000 in federal funds for Asian Gypsy Moth eradication efforts.
- Approved \$43.1 million in lease-revenue bonds for the construction of a new laboratory in Tulare. This project will consolidate two laboratories currently located at Tulare and Fresno into one new, full-service laboratory.
- Approved \$2 million from the Agricultural Building Fund for the replacement of a heating, ventilation, and air conditioning system at the Center for Analytical Chemistry.
- Approved \$2.3 million from the Agricultural Building Fund for acquisition of three acres on which the San Bernardino laboratory is currently located. The loan will have to be paid back by the GF beginning in 2009-10.
- Rejected \$2.5 million GF for the working drawings of the Turlock laboratory replacement. The project is delayed for one year due to the GF condition.
- Rejected a \$1,329,000 GF budget balancing reduction to the Animal Health and Food Safety Services program. This reduction would have eliminated the National Animal Health Monitoring and Reporting System, the biologics program, and the Animal Care Program. This reduction would also have led to a reduction in meat inspection.
- Rejected a \$2,445,000 GF budget balancing reduction to the Agricultural Plant Health and Pest Prevention Services program. Approved a \$2.5 million GF reduction to the same program. This

reduction eliminates a portion of the department's Diaprepes Root Weevil eradication program, and a portion of the Pierce Disease Control and Red Fire Ant programs.

- Accepted a \$222,000 GF budget balancing reduction to the Marketing, Commodities, and Agricultural Services program.
- Accepted a \$1,475,000 GF budget balancing reduction to the General Agricultural Activities program.
- Accepted a \$664,000 GF budget balancing reduction to the Executive and Administrative Services program.

Budget Bill Language

1. Approved budget bill language directing the Department of Food and Agriculture AB 32 (California Global Warming Solutions Act of 2006) activities toward: energy efficiency improvements; manure management; animal husbandry practices; methane capture; conservation tillage practices; agricultural biomass recycling and reuse; water conservation and improved irrigation efficiency; increased integrated pest management activities; and improved cropping systems.
2. Approved budget bill language requiring that no funds be expended on aerial spraying for the Light Brown Apple Moth until the toxicology studies on the long-term health effects of the synthetic pheromones used in the spraying are completed.